## Amendments to the Specification:

Please replace the paragraph starting on page 11, line 11, with the following amended paragraph:

While the shredder apparatus 10 has been shown standing alone, it is appreciated the shredder apparatus 10 could be employed in a flume, where bales of stringy wet chip material, granular wet chips and unwanted solids are transported in a fluid to the shredder apparatus 10. Shredder wheels 80, each with its respective shredder arms 81, would engage and lift the stringy wet chip material upward, at least partially out of the flume, and then shred the material. An example of the use of a shredder apparatus employed in a flume application is shown and disclosed in the co-pending Application Serial No. 10/100,876 10/100,786, filed by the present inventor on March 19, 2002, the disclosure and claims of which are incorporated herein by reference.